PUBLIC SERVICE COMMISSION OF WISCONSIN

Minutes and Informal Instructions of the Open Meeting of Wednesday, October 6, 2010

The Public Service Commission of Wisconsin (Commission) met as noticed. Present were Chairman Callisto and Commissioner Meyer.

Minutes

The Commission approved the minutes of the Open Meeting of Wednesday, September 29, 2010.

4220-AG-130 – Application of Northern States Power Company-Wisconsin for Approval of Capacity Release Services with Northern States Power Company-Minnesota

The Commission approved the Notice of Investigation and directed it be signed by the Secretary to the Commission on behalf of the Commission.

6630-CG-132 – Application of Wisconsin Electric Power Company, as a Gas Public Utility, for Authority to Provide Natural Gas Service to the Village of Summit, Waukesha County, Wisconsin

The Commission approved the Notice of Investigation and directed it be signed by the Secretary to the Commission on behalf of the Commission.

5-TI-2052 – Application of Wausau Cellular Telephone Company Limited Partnership; Wisconsin RSA #4 Limited Partnership; Wisconsin RSA #10 Limited Partnership; Brown County MSA Cellular Limited Partnership; and Nsighttel Wireless, LLC, to Extend Their ETC Designations and Petitions for Redefinition of a Rural Telephone Company's Service Area

The Commission approved the Notice of Investigation and directed it be signed by the Secretary to the Commission on behalf of the Commission.

1590-WR-103 – Application of Delavan Water and Sewage Commission, Walworth County, Wisconsin, for Authority to Increase Water Rates

The Commission approved the Notice of Proceeding and directed it be signed by the Secretary to the Commission on behalf of the Commission.

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3270-GF-101 – Madison Gas and Electric Company's Electric Risk Management Procurement Program

The Commission approved the Order to Reopen and Request for Comments and directed it be signed by the Secretary to the Commission on behalf of the Commission.

5820-GP-113 – Superior Water, Light, and Power Company's Gas Supply Plan for the Period Beginning November 1, 2010

The Commission approved the gas supply plan filed on behalf of Superior Water, Light, and Power Company for the period beginning November 1, 2010.

The Commission directed the Gas and Energy Division to draft an order consistent with its decision.

6630-GP-113 – Wisconsin Electric Power Company's Gas Supply Plan for the Period Beginning November 1, 2010

The Commission approved the gas supply plan filed on behalf of Wisconsin Electric Power Company for the period beginning November 1, 2010.

The Commission directed the Gas and Energy Division to draft an order consistent with its decision.

6650-GP-113 – Wisconsin Gas, LLC's Gas Supply Plan for the Period Beginning November 1, 2010

The Commission approved the gas supply plan filed on behalf of Wisconsin Gas, LLC, for the period beginning November 1, 2010.

The Commission directed the Gas and Energy Division to draft an order consistent with its decision.

6690-GF-108 – Wisconsin Public Service Corporation Energy Market Risk Management Policy and Plan

The Commission modified and approved the updated Energy Market Risk Management Plan (EMRP) filed on behalf of Wisconsin Public Service Corporation (WPSC), subject to conditions.

The Commission extended approval of the updated EMRP through December 31, 2013.

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The Commission determined that WPSC may not cross-commodity hedge more than a cumulative 50 percent of a future month's predicted exposure to railroad fuel surcharges. The Commission further determined that this provision is waived for the month immediately preceding any future month.

The Commission directed the Gas and Energy Division to draft an order consistent with its discussion.

6690-UR-119 – Application of Wisconsin Public Service Corporation for Authority to Adjust Electric and Natural Gas Rates

Compliance Filing Related to the Revenue Stabilization Mechanism

The Commission discussed the issues in this docket and made determinations, including the following:

- 1. The Response Rewards rate proposed by WPSC for the second community pilot is approved.
- 2. Focus on Energy's proposed programs for the second community pilot are conditionally approved.
- 3. Focus on Energy shall be required to submit program templates for Commission staff approval before the programs are implemented.
- 4. Focus on Energy shall submit 2011 community pilot budgets for each of the two pilot communities, broken out by program.
- 5. Continuation of the EPRI Smart Grid project, testing and deployment of in-home display technologies, and direct load control and smart thermostats are approved.
- 6. Three new Emerging Technologies and Innovative Concepts initiatives proposed for Allouez are conditionally approved. The new activities include: integration of plug-in vehicles into the grid, development of customer demographic information; and installation of one or more solar water heaters.

Chairperson Callisto indicated he would work with Commission staff, WPSC and the Citizens' Utility Board to develop more aggressive options for the third community pilot program.

The Commission directed the Gas and Energy Division to draft an order consistent with its discussion.

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3720-126598 – Complaint filed by Ms. Lynda J. Williams Against Milwaukee Water Works

This item was laid over at the request of the Commission.

The Commission adjourned the meeting at 10:45 a.m.

Sandra J. Paske Secretary to the Commission